Scott M. Matheson, Governor Temple A. Reynolds, Executive Director Cleon B. Feight, Division Director

4241 State Office Building • Salt Lake City, UT 84114 • 801-533-5771

January 11, 1982

Mr. T. J. Murphy P. O. Box 42 Roosevelt, Utah 84066

Dear Mr. Murphy:

Please review the DOE form enclosed, make sure that the information is correct and affix your signature to it.

Upon receipt of the complete form in our office, you may lawfully begin mining operations on the designated area.

Call me if I may be of help.

Sincerely,

THOMAS N. TETTING ENGINEERING GEOLOGIST

Enclosure

TNT/btb

\* Maps of DOE location found in ACT/019/014.

JOHN C.BEASLIN
HENRY S.NYGAARD
BRUCE E.COKE
CRAIG T.VINCENT
JOHN R.ANDERSON
DON E.OLSEN

AW OFFICES

BEASLIN, NYGAARD, COKE & VINCENT

185 NORTH VERNAL AVENUE SUITE

VERNAL, UTAH 84078
TELEPHONE 789-1201

January 5, 1981

COPY TO JIM
TOW JAN 07 1982

SALT LAKE OFFICE SUITE HOO BOSTON BLDG. SALT LAKE CITY, UTAH B4HI TELEPHONE 328-2506

State of Utah
Natural Resources and
Energy Oil, Gas, and Mining
4241 State Office Building
Salt Lake City, Utah 84114

Attention: James W. Smith, Jr.

DEGELOVIEW JAN 07 1932

> DIVISION OF OIL, GAS & MINUNG

Re: T. J. Murphy, M & E Mine, Grand County, Utah

Dear Mr. Smith:

This letter is to advise you that Mr. Murphy is now proceeding with the development of our tar sands property, and prior to our receiving our permit for the entire 480 acres we would like to proceed under the statute with a two acre plot which is set forth in the enclosed map prepared by our geologist, Mr. Robert E. Covington, and Kenneth Young.

It is my understanding that pursuant to Section 40-8-4 of the Code that we can proceed, with your permission, to have a mining operation as long as we do not exceed a two acre parcel of land and remove more than 500 tons of material.

Would you please grant a permit to us for the purpose of mining on the two acre property as set forth in the enclosed map, which is West of our No. 2 hole in the Bryson No. 4 Patented Claim in Section 5.

Also, please advise as to whether or not there will be any bond requirements or any other requirements of any type whatsoever, and we would like permission to proceed on the two acre plot as soon as possible.

State of Utah
Natural Resources and
Energy Oil, Gas, and Mining
Attention: James W. Smith, Jr.
January 5, 1981
Page Two

Also, please be advised that pursuant to your letter of December 1, 1981, we anticipate having all of that work done within the next week and will forward the information to your office so that this matter may come before the Commission and we can proceed with a general mining operation for the entire 480 acres.

We are excited about the possibility of being able to produce oil from the tar sands and we feel confident that it can be done and will await your reply with reference to the above.

Very truly yours,

BEASLIN, NYGAARD, COKE & VINCENT

John C. Beaslin

JCB:jr